

**State of Utah****Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

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Division Director

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Governor

GARY R. HERBERT
Lieutenant Governor

November 20, 2006

Ken May, General Manager
Canyon Fuel Company, LLC
397 South 600 West
Salina, Utah 84654

Subject: Final Approval of Electrical Substation Repair and Upgrade, Canyon Fuel Company, LLC, SUFCO Mine, C/041/0002, Task ID # 2666, Outgoing File

Dear Mr. May:

Canyon Fuel Company, LLC / SUFCO Mine submitted a permit application to the Division on October 6, 2006, notifying the Division of the need to relocate all of the electrical service components installed at the upper substation to the lower substation located on the main Mine facilities pad, SE corner.

This repair and upgrade was initiated by the collapse of a length of the main Mine intake portal in the East Spring Canyon facilities during the fall of 2005. The Permittee felt that the upper substation was in an unstable ground area, and elected to move the facility prior to a possible extension of the cave area, and the collapse of a live high voltage structure.

The submittal received on October 6, 2006 has been identified as Task ID #2666. The application has been reviewed by Division personnel and is adequate to meet the requirements of the R645 Coal Mining Rules. Final approval of this application is effective November 17, 2006.

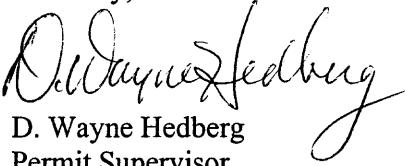
This is a minor amendment to the SUFCO MRP and therefore will not require an update of the Master Technical Analysis.

Eight clean copies of the MRP revisions, as well as PLATE 5-2A, DETAIL of EAST SPRING CANYON SURFACE FACILITIES have been submitted with the application. These copies will be processed and incorporated by the Division. One copy will be returned to you for incorporation into the SUFCO Mine MRP.

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Ken May
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If you should have any questions, please contact me at (801) 538-5286 or
Peter Hess, Team Lead at (435) 613-1146, Ext. 203.

Sincerely,


D. Wayne Hedberg
Permit Supervisor

PHH/sd
Enclosure

cc: Ranvir Singh, OSM
Jim Kohler, BLM
Alice Carlton, USFS (2)
Marc Stillson, Water Rights w/o
Dave Ariotti, DEQ w/o
Derris Jones, DWR w/o
Price Field Office
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